

Resolution No.:	17-444
Introduced:	May 24, 2012
Adopted:	May 24, 2012

**COUNTY COUNCIL  
FOR MONTGOMERY COUNTY, MARYLAND**

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By: County Council

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**SUBJECT:** Approval of and Appropriation for the FY 2013 Operating Budget of the Montgomery County Public School System

**Background**

1. As required by the Education Article, Sections 5-101 and 5-102 of the Maryland Code, the Board of Education sent to the County Executive and the County Council the FY 2013 Operating Budget for the Montgomery County Public School (MCPS) system as shown below.
2. The Executive sent to the Council his recommendations regarding this budget on March 15, 2012.
3. As required by Section 304 of the County Charter, the Council held public hearings on the Operating Budget and the Executive's recommendations on April 10, 11, and 12, 2012.
4. The appropriation in this resolution is based on the following projected revenues for FY 2013:

State:	\$588,331,986
Federal:	\$ 64,522,375
Other:	\$ 13,174,062
Enterprise:	\$ 57,487,471
5. This appropriation requires a local contribution of \$1,419,513,701 to Montgomery County Public Schools.
6. Of the local funds appropriated in this resolution, \$1,392,286,148 is the County contribution to meet Maintenance of Effort and \$27,227,553 is appropriated to meet the State's requirement for the County to fund the first year phase-in amount of the shift of teacher pension costs from the State to the County. The State requires that this amount be

appropriated to the Montgomery County Public Schools in addition to the Maintenance of Effort requirement during the phase-in period, and that the Montgomery County Public Schools must reimburse the State for this amount of teacher pension costs.

7. This resolution reappropriates \$17,000,000 of projected FY 2012 MCPS Current Fund balance.
8. The Superintendent submitted to the Council proposed changes by State category to meet the approved expenditure level as reflected in this appropriation.

**Action**

The County Council for Montgomery County, Maryland approves the following resolution:

1. The Council approves the FY 2013 Operating Budget for the Montgomery County Public School system and appropriates the funds as shown below.

**FY 2013 OPERATING BUDGET FOR MONTGOMERY COUNTY PUBLIC SCHOOLS**

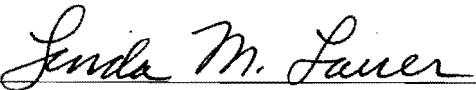
The Council approves and appropriates the following amounts:

<b>I. Current Fund</b>	<b>BOE Request March, 2012</b>	<b>Council (Reduction)/ Addition</b>	<b>Council Approved Budget</b>
<b>Category</b>			
1 Administration	37,479,897	852,922	38,332,819
2 Mid-level Administration	136,594,627	1,716,761	138,311,388
3 Instructional Salaries	843,516,918	(3,261,303)	840,255,615
4 Textbooks and Instructional Supplies	25,084,043	22,125	25,106,168
5 Other Instructional Costs	13,459,980	(10,078)	13,449,902
6 Special Education	276,520,311	2,238,412	278,758,723
7 Student Personnel Services	10,806,410	202,250	11,008,660
8 Health Services	37,402		37,402
9 Student Transportation	95,480,010	206,517	95,686,527
10 Operation of Plant and Equipment	112,934,750	545,666	113,480,416
11 Maintenance of Plant	33,355,895	424,478	33,780,373
12 Fixed Charges	489,835,833	24,289,803	514,125,636
14 Community Services	208,495		208,495
<b>Subtotal, including specific grants</b>	<b>2,075,314,571</b>	<b>27,227,553</b>	<b>2,102,542,124</b>
Less Specific grants	73,670,729		73,670,729
Subtotal, Spending Affordability	<b>2,001,643,842</b>	<b>27,227,553</b>	<b>2,028,871,395</b>
<b>II. Enterprise Funds</b>			
37 Instructional Television Fund	1,495,061	(37,470)	1,457,591
51 Real Estate Management Fund	3,520,603		3,520,603
61 Food and Nutrition Services Fund	47,476,295		47,476,295
71 Field Trip Fund	2,026,046		2,026,046
81 Entrepreneurial Fund	3,006,936		3,006,936
<b>Subtotal, Enterprise Funds</b>	<b>57,524,941</b>	<b>(37,470)</b>	<b>57,487,471</b>
<b>Total Budget for MCPS</b>	<b>2,132,839,512</b>	<b>27,190,083</b>	<b>2,160,029,595</b>

2. This resolution appropriates \$9,448,354 for the account titled "Provision for Future Supported Projects", which provides funds for specific programs designated in a grant, contribution, reimbursement, or other non-county funding source received in FY 2013. When MCPS receives funds for a program from one of these sources, MCPS may transfer funds from this appropriation to the program. The following conditions are established on the use of this transfer authority:
  - a) The program must not require any present or future County funds.
  - b) Subject to the balance in the account, any amount can be transferred in FY 2013 for any program which meets at least one of the following four conditions: (1) the amount is \$200,000 or less; (2) the program was funded in FY 2012; (3) the program was included in the FY 2013 budget; (4) the program was funded by the Council in a supplemental or special appropriation in FY 2013. Any program that does not meet one of these four conditions must be funded by a supplemental or special appropriation.
  - c) MCPS must notify the Executive and the Council within 30 days after each transfer.
3. Any appropriation authorized in this resolution for any expenditure funded by non-County funds is contingent on the receipt of the non-County funds.
4. This resolution reappropriates or appropriates revenue received from non-County sources for programs funded in whole or in part from those non-County funds:
  - a) together with matching County funds, if any; and
  - b) to the extent that the program period approved by the non-County source encompasses more than one fiscal year, in order to complete the grant program under the terms of receipt of the non-County revenues.
5. This resolution reappropriates the fund balance of the Warehouse account.
6. The Council continues the procedure for transfers adopted in Resolution 12-889. This procedure applies only to the non-County portion of grant programs, and therefore only applies to those grant programs for which MCPS keeps separate accounts for County and non-County funds.
  - a) The Council will not take action on these transfers, so the transfers will be automatically approved after 30 days, as provided by State law.
  - b) MCPS staff must report each transfer to the Executive and the Council within 30 days after the transfer.

7. The following provision applies when MCPS receives more non-County funds than were budgeted for a project that also receives some County funds:
  - a) Council approval is not required to substitute non-County funds for County funds. In this case, there is no change in the appropriation.
  - b) Council approval is required to increase the appropriation. The Council may decide to substitute non-County funds for the County funds instead of increasing the appropriation.
8. This resolution reappropriates encumbered appropriations, permitting them to be spent in FY 2013. Unencumbered appropriations lapse at the end of FY 2012 except as reappropriated elsewhere in this resolution.

This is a correct copy of Council action.

  
Linda M. Lauer, Clerk of the Council